**GOVERNMNET OF ANDHRA PRADESH**
**ABSTRACT**

WATER RESOURCES DEPARTMENT – Formation of Special Purpose Vehicle as a 100% State owned company under Water Resources Department under the Companies Act, 2013 in the name and style of **"JALA HARATHI CORPORATION"** (A Government of Andhra Pradesh Enterprise to harness flood waters) for execution and completion of the works of "Polavaram – Banakacherla Link Project" and other projects, with the Composition of Directors and Staffing Pattern – Permission - Accorded.

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**WATER RESOURCES (PROJECTS-II) DEPARTMENT**

**G.O.MS.No. 16** **Dated: 08-04-2025**

**Read the following:**

From Engineer-in-Chief (Irrigation), Vijayawada received e Office File No. 2721964.

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**O R D E R:**

In the reference read above, the Engineer-in-Chief (Irrigation), Vijayawada has reported that Government of Andhra Pradesh proposes to formulate a scheme – Polavaram – Banakacherla Link Project for transfer of Flood Waters from Polavaram dam to Banakacherla Regulator on Srisailam Right Main Canal through a link canal to utilize flood water. The project is expected to drought proof the State through sustainable water resources development and fulfil water demand for irrigation, drinking water and industrial needs in all water shortage districts in Andhra Pradesh. The project is expected to provide drinking water to about 80 lakh people, irrigation to new ayacut of about 3.00 Lakh Hectares, supplementation to about 9.14 Lakh Hectares and provide 20 TMC of water to industries. The preliminary cost is estimated to be about Rs. 80,112 Crores.

**2)** The Engineer-in-Chief (Irrigation), Vijayawada has also reported that, the main purpose of the scheme is to divert the flood water from Godavari basin to the deficit districts of the State. Based on the hydrological studies, the river Godavari has 90-120 days of surplus water after meeting upstream and downstream utilizations. As such, success of the scheme requires a transit balancing reservoir located at Bollapalle hill series of Palnadu District enroute to Banakacherla regulator with a capacity of 150 TMC by just closing the gaps in between the hills. The main objective of this project is to supply water to all water deficit districts of the State.

**3)** The major portion of the Rayalaseema region lies in the Pennar River basin, whose catchment is predominantly a rain shadow area. In order to meet the water needs of the Rayalaseema districts, several irrigation projects have already been grounded, for which SRMC (Srisailam Right Main Canal) is the main source, drawing water from Pothireddi padu Head Regulator located on the right flank of foreshore of Srisailam Reservoir.

**4)** The Engineer-in-Chief (Irrigation), Vijayawada has further reported that, taking these factors into account, the Government of Andhra Pradesh has envisaged this project to link Godvari River to Banakacherla Regulator, transferring flood water by means of open canals, lifts, underground pipelines and tunnel passing through Nallamala hill series.

(PTO)

**5)** The Engineer-in-Chief further submitted the Advantages of SPV as below;

(a) Project can be self-financing from Banks & Financial Institutions along with equity contribution from Government.

(b). Through forming a separate Special Purpose Vehicle, any financial difficulties / constraints of the new projects cannot spill over into any other Government Project and vice versa.

(c). The Special Purpose Vehicle has the option to tap into public markets.

(d). The Special Purpose Vehicle shall enable efficient monitoring of projects progress in a transparent manner.

**6)** The Engineer-in-Chief (Irrigation), Vijayawada has therefore, requested the Government to accord approval for formation of Special Purpose Vehicle as a 100% State owned company under Water Resources Department under the Companies Act, 2013 for execution and completion of the works of "Polavaram – Banakacherla Link Project".

**7)** Government after careful examination of the matter, hereby accord permission to the Engineer-in-Chief (Irrigation), Vijayawada for formation of Special Purpose Vehicle as a 100% State owned company under Water Resources Department under the Companies Act, 2013 in the name and style of **"JALA HARATHI CORPORATION"** (A Govt. of AP Enterprise to harness flood waters) for execution and completion of the works of "Polavaram – Banakacherla Link Project" and other projects, with the Composition of Directors and Staffing Pattern as mentioned in the Annexure.

**8)** The Engineer-In-Chief(Irrigation), Vijayawada shall take further action accordingly.

**9)** This order issues with the concurrence of Finance (FmU-WR.II) Department vide their U.O.No.FmUOPC(WR.2)/1/2025, Computer No:2726467, dated 24.03.2025.

**(BY ORDER AND IN THE NAME OF THE GOVERNOR OF ANDHRA PRADESH)**

**G. SAI PRASAD**
**SPECIAL CHIEF SECRETARY TO GOVERNMENT**

To
The Engineer-In-Chief (Irrigation), Vijayawada.

**Copy to:**

The P.S to Secretary to Chief Minister.
The P.S to Hon'ble Minister for Water Resources.
The P.S to Special Chief Secretary to Government (WRD).
The Finance (FMU- WR.II) Department.
The General Administration (Cabinet) Department.
Sf/Sc.

**// FORWARDED :: BY ORDER //**

**SECTION OFFICER**

(Contd…. Annexure)

(Annexure to G.O.Ms.No.16 , Water Resources (Projects-II) Department, dated 08.04.2025)

## BOARD OF DIRECTORS

| Sl. No | Name, Designation & Department of the proposed Director | Designation & DIN, if any |
|---|---|---|
| 1 | Government of Andhra Pradesh (Water Resources Department) represented by Hon'ble Chief Minister, Government of Andhra Pradesh | Chairman |
| 2 | Hon'ble Minister for Water Resources Department, Government of Andhra Pradesh | Vice Chairman |
| 3 | Special Chief Secretary / Principal Secretary / Secretary, Water Resources Department, Government of Andhra Pradesh or any other appointee of the Government | Managing Director & CEO |
| 4 | Principal Finance Secretary, Government of Andhra Pradesh | Director |
| 5 | Engineer-in-Chief (Irrigation), Government of Andhra Pradesh for any other Nominee of Government of Andhra Pradesh | Director |

## PROPOSED SHARE HOLDING PATTERN

| Sl. No. | Name, Designation & Department of the Subscriber | No. of shares proposed to be subscribed each Rs.10 /- | Residential Status |
|---|---|---|---|
| 1 | Government of Andhra Pradesh (Water Resources Department) represented by Special Chief Secretary / Principal Secretary / Secretary, Water Resources Department | 49,99,993 | Indian |
| 2 | Director, Principal Finance Secretary/ Secretary, Finance Department | 1 | Indian |
| 3 | Director (Projects) – Engineer-in-Chief (Irrigation), Water Resources Department | 1 | Indian |
| 4 | Director (Administration) – Engineer-in-Chief (Administration), Water Resources Department | 1 | Indian |
| 5 | ChiefEngineer, Polavaram Irrigation Project, Water Resources Department | 1 | Indian |
| 6 | Chief Engineer, Krishna Delta System, Water Resources Department | 1 | Indian |
| 7 | Chief Engineer (Projects), Ongole, Water Resources Department | 1 | Indian |
| 8 | Chief Engineer (Projects), Kurnool, Water Resources Department | 1 | Indian |

**(PTO)**

## CADRE STRENGTH PROPOSED / STAFFING PATTERN

| Sl. No | Designation | Number | Remarks |
|---|---|---|---|
| 1 | Chief Engineer | 1 | Deputation from Water Resources Department |
| 2 | Superintending Engineer | 2 | Deputation from Water Resources Department |
| 3 | Executive Engineer | 3 | Deputation from Water Resources Department |
| 4 | Deputy Executive Engineers / Assistant Executive Engineers | 10 | Deputation from Water Resources Department |
| 5 | Accounts Officers – Chartered Accounts | 3 | From the Market |
| 6 | Chief Financial Officer | 1 | Additional Director from Finance Department (or) Chartered Accountant with 15 years of Experience from Market |

**G. SAI PRASAD**
**SPECIAL CHIEF SECRETARY TO GOVERNMENT**